

### **AB 533**

## State Income tax exemption: water efficiency and storm water runoff improvement programs



Consumer rebates are a proven, cost effective tool for increasing participation in water conservation and stormwater management.



Taxing water rebates is a disincentive for consumers and agencies to expand these effective programs. Energy efficiency rebates are already tax exempt.



Rebates provide year-round incentives to conserve water.

- Introduced by Assemblymember Chris Holden and Senator Scott Wiener
- Co-sponsored by the California Water Efficiency Partnership, WaterNow Alliance, and Metropolitan Water District
- Factsheet and sample letter of support available for interested agencies

#### **FEDERAL**

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- Bills introduced by Congressman Jared Huffman and Senator Diane Feinstein in last 115<sup>th</sup> Congress
- Both bills will be re-introduced into the 116<sup>th</sup> Congress
- AWE leading a coalition of organizations to push this initiative, including the Wester Urban Water Coalition
- Factsheet and sample letter of support will soon be available for sign-ons

### FEDERAL The WaterSense Program

- America's Water Infrastructure Act of 2018 (also known as S 3021) passed the House and Senate and was signed by the President on October 23
- The water infrastructure bill incorporates
   WaterSense into the federal Energy Policy and
   Conservation Act. (42 U.S.C. 6201) as a new Section
   324b
- It now qualifies for annual appropriations directly from Congress



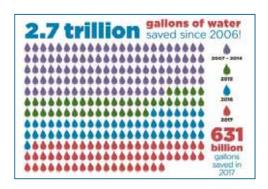
#### FY 2020 Funding for EPA WaterSense Program



Labeling water efficient products provides the consumer with guidance on purchasing, and provides water utilities with reliable products to incentivize.



The WaterSense label has clearly saved consumers and communities water.



- President Trump has zero–funded the WaterSense program since taking office
- Because it is now authorized by Congress,
  WaterSense can now be separately funded
- EPA budget being cut by 31% in FY 2020, with voluntary programs like WaterSense specifically targeted
- Factsheet and sample letter of support will soon be available